

# College and Universities

Analyst: Youtz

## Historical Summary

<b>OPERATING BUDGET</b>	<b>FY 2004 Total App</b>	<b>FY 2004 Actual</b>	<b>FY 2005 Approp</b>	<b>FY 2006 Request</b>	<b>FY 2006 Gov Rec</b>
<b>BY FUND CATEGORY</b>					
General	218,005,300	217,953,500	223,366,200	245,134,200	237,748,300
Dedicated	141,400,700	107,660,700	117,928,300	120,224,700	120,224,700
<b>Total:</b>	<b>359,406,000</b>	<b>325,614,200</b>	<b>341,294,500</b>	<b>365,358,900</b>	<b>357,973,000</b>
Percent Change:		(9.4%)	4.8%	7.1%	4.9%
<b>BY OBJECT OF EXPENDITURE</b>					
Personnel Costs	0	242,152,400	0	0	0
Operating Expenditures	0	65,333,300	0	0	0
Capital Outlay	0	18,054,300	0	0	0
Trustee/Benefit	0	74,200	0	0	0
Lump Sum	359,406,000	0	341,294,500	365,358,900	357,973,000
<b>Total:</b>	<b>359,406,000</b>	<b>325,614,200</b>	<b>341,294,500</b>	<b>365,358,900</b>	<b>357,973,000</b>
Full-Time Positions (FTP)	3,590.51	3,590.51	3,631.55	3,719.43	3,678.30

## Division Description

Idaho's baccalaureate institutions of higher education include Boise State University in Boise, Idaho State University in Pocatello, the University of Idaho in Moscow, and Lewis-Clark State College in Lewiston.

These four year schools provide a wide variety of on and off-campus educational programs to meet the personal and professional needs of Idahoans at the baccalaureate, masters and doctoral levels. They also provide assistance to Idaho citizens through research and service programs.

# College and Universities

## Agency Profile

Analyst: Youtz

### Terms and Definitions

**Consolidated Appropriation:** Although each of the four year institutions prepare and submit individual budget requests to the State Board of Education, the Board's recommendation to the Governor and the Legislature is a single consolidated budget. The Legislature traditionally has also provided one consolidated appropriation for all four institutions. The Board then distributes that appropriation by formula to each college and university.

**Appropriated Funds:** The Legislature only appropriates about 42% of the funds that support the operating budgets of higher education. General Funds represent about 28% of the total operating budgets, appropriated student fees represent about 12.4%, and endowment earnings represent about 1.5% of the total.

**Non-appropriated Funds:** Operating funds that are not included in the appropriation represent about 58% of the total operating budgets for the four institutions.

**Grants, Gifts and Contracts:** (32% of total operating budgets) These funds include federal grants, private gifts and competitively bid contracts for specific deliverables. Also includes federal direct student loans.

**Auxiliary Enterprises:** (12% of total) These funds are institutional business enterprises such as bookstores, student housing, intercollegiate athletics, student unions, etc.

**Institutional Accounts:** (14% of total) There are literally thousands of typically small activities that charge fees or sell services (e.g. copy machines, research labs, ag sales).

**Note:** See pages 1-43 and 1-44 for a four year history of these funds, and a breakdown by institution.

### Student Fees:

**Matriculation Fees:** The fee charged to students for educational costs excluding the cost of instruction (Idaho Code 33-3717). All full-time resident and non-resident students are charged this matriculation fee which can only be used for the maintenance and operation of the institution's physical plant. (restricted fund 0660-00)

**Activity Fees:** All resident and non-resident students are charged a variety of fees, where applicable, including part-time fees, graduate fees, professional fees (law, medicine, architecture, etc.) summer session fees and others. These fees are unrestricted and can be used to support the the primary objectives of the institution for instruction, research, extension, public service and programs that support those objectives. (unrestricted fund 0650-00)

**Tuition:** The only tuition that can be charged is to nonresident students to cover much of the cost of their education. Proceeds are deposited in the unrestricted fund 0650-00. There is a statutory prohibition against charging tuition to resident students (Idaho Code 33-3717).

**Occupancy Costs:** Those costs associated with occupying new major buildings on campus. These costs include maintenance (1.5% of construction costs), custodial (1/2 position per 13,000 gross square feet) utility costs (\$1.75 per sq ft.) and other costs associated with IT maintenance, security and safety (\$0.77 per gross sq ft).

**Enrollment Workload Adjustment:** Each year there is a budget request to keep pace with enrollment growth at the four institutions. This "Enrollment Workload Adjustment" is not based on student enrollment per se, but is a calculation based on a three-year rolling average of the increase in credit hours, weighted by course level (lower division, upper division, masters, doctoral and law) and also weighted by discipline.

**Funding Equity:** In 2001, the Legislature prompted the State Board of Education to examine their funding formula for equity of state funding distribution among Idaho's four-year institutions of higher education. Through a consultant, the Board concluded, among other things, that state funds for similar students in similar programs were not distributed equitably between the four schools. Rather than redistribute existing resources, the Board is seeking \$7,920,000 over five years to address "base instructional equity for BSU and ISU, and \$3,000,000 for a "science and technology adjustment", of which 77% would go to UI.

# College and Universities

## Agency Profile

Analyst: Youtz

Selected Measures	FY 2001	FY 2002	FY 2003	FY 2004	Average Annual Chng
<b>1. Fall Academic Enrollment: Full-time Equivalent</b>					
Boise State University	10,872	11,406	12,615	12,607	5.1%
Idaho State University	8,528	8,888	9,189	9,191	2.5%
University of Idaho	9,683	10,223	11,073	11,040	4.5%
Lewis-Clark State College	<u>1,722</u>	<u>1,815</u>	<u>2,039</u>	<u>2,127</u>	<u>7.4%</u>
<b>Total</b>	<b>30,805</b>	<b>32,332</b>	<b>34,916</b>	<b>34,965</b>	<b>4.4%</b>
<b>2. Fall Academic Enrollment: Headcount (full and part time students)</b>					
Boise State University	16,151	16,581	17,245	17,358	2.4%
Idaho State University	12,315	11,935	12,218	12,551	0.7%
University of Idaho	12,067	12,423	12,894	12,824	2.1%
Lewis-Clark State College	<u>2,364</u>	<u>2,363</u>	<u>2,637</u>	<u>2,555</u>	<u>2.8%</u>
<b>Total</b>	<b>42,897</b>	<b>43,302</b>	<b>44,994</b>	<b>45,288</b>	<b>1.8%</b>
<b>3. Annual Undergraduate Resident Student Fees</b>					
Boise State University	\$2,451	\$2,665	\$2,984	\$3,251	9.9%
Idaho State University	\$2,578	2,800	3,136	3,448	10.2%
University of Idaho	\$2,476	2,720	3,044	3,348	10.6%
Lewis-Clark State College	<u>\$2,360</u>	<u>2,550</u>	<u>2,852</u>	<u>3,126</u>	<u>9.8%</u>
<b>Average</b>	<b>\$2,466</b>	<b>\$2,684</b>	<b>\$3,004</b>	<b>\$3,293</b>	<b>10.1%</b>
<b>4. Combined Annual Operating Budgets</b>					
<b>Revenue Sources (original appropriation)</b>					
<b>Appropriated Funds</b>					
State General Fund	\$211,561,700	\$234,939,800	\$213,558,800	\$218,000,000	1.3%
State Endowment Funds	13,011,300	17,501,700	13,756,900	11,964,600	0.0%
Appropriated Student Fees	<u>62,959,700</u>	<u>63,089,600</u>	<u>67,127,300</u>	<u>97,207,800</u>	<u>17.1%</u>
<b>Appropriated sub-total</b>	<b>\$287,532,700</b>	<b>\$315,531,100</b>	<b>\$294,443,000</b>	<b>\$327,172,400</b>	<b>4.7%</b>
<b>Non-appropriated Funds</b>					
Grants, Gifts & Contracts	\$212,281,500	220,759,200	222,808,400	247,652,700	5.4%
Auxiliary Enterprises	41,532,800	52,722,300	82,811,400	91,352,800	31.4%
Institutional Accounts	119,076,400	128,668,900	116,428,000	118,917,900	<u>0.2%</u>
<b>Non-appropriated</b>	<b>\$372,890,700</b>	<b>\$402,150,400</b>	<b>\$422,047,800</b>	<b>\$457,923,400</b>	<b>7.1%</b>
<b>Grand Total all Funds</b>	<b>\$660,423,400</b>	<b>\$717,681,500</b>	<b>\$716,490,800</b>	<b>\$785,095,800</b>	<b>6.0%</b>
<b>Employee FTE</b>					
	<b>3,525.6</b>	<b>3,677.2</b>	<b>3,552.8</b>	<b>3,590.5</b>	<b>0.7%</b>

# College and Universities

## Agency Profile

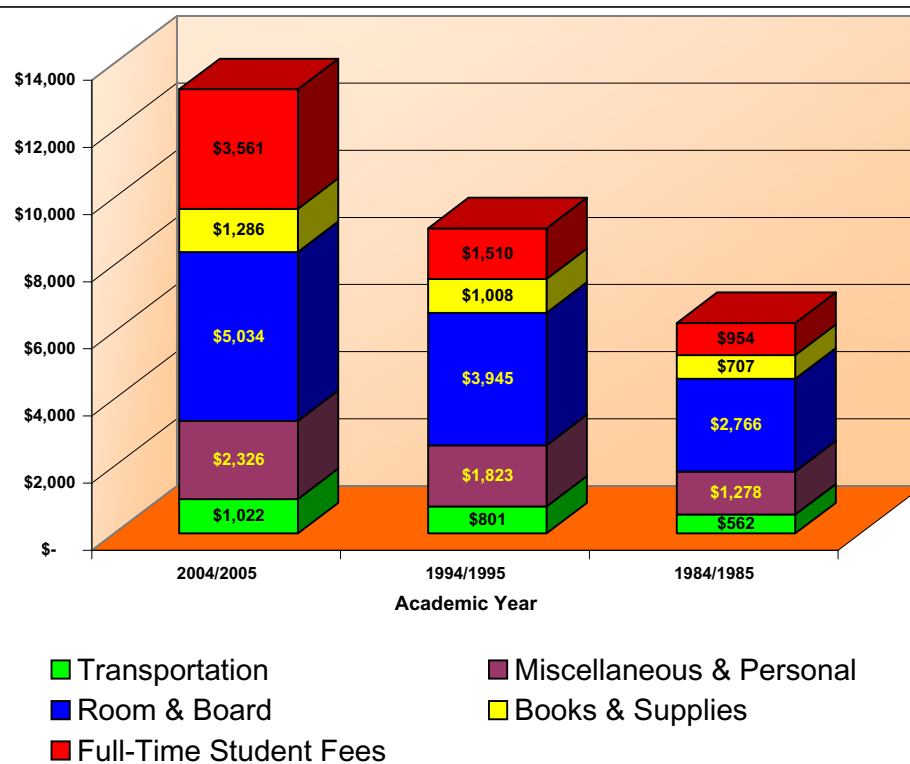
Analyst: Youtz

### FY 2005 Operating Budgets by Institution:

*(does not include Vocational Education or Special Programs)*

	University of Idaho	Boise State University	Idaho State University	Lewis-Clark State College
<b>1. Appropriated Funds</b>				
State General Fund	\$80,961,500	\$68,438,600	\$59,697,400	\$11,244,700
State Endowment Funds	6,528,600	0	2,121,200	1,370,700
Appropriated Student Fees	<u>36,454,400</u>	<u>36,546,100</u>	<u>29,267,100</u>	<u>6,443,300</u>
<b>Sub-Total Appropriated Funds</b>	<b>\$123,944,500</b>	<b>\$104,984,700</b>	<b>\$91,085,700</b>	<b>\$19,058,700</b>
<b>2. Non-appropriated Funds</b>				
Other Student Fees	\$11,041,000	\$21,969,400	\$14,920,300	\$3,869,100
Federal Grants & Contracts	93,600,900	52,019,600	80,066,000	3,012,800
State Grants & Contracts	15,199,400	7,108,100	8,934,900	2,066,700
Private gifts, grants & contracts	15,391,900	8,199,100	10,355,400	1,312,200
Sales & service, educ activities	33,890,600	3,395,600	1,605,700	1,296,000
Auxilliary & Athletic Enterprises	31,364,900	39,704,300	17,111,000	1,232,800
Indirect Costs	10,950,000	1,527,000	2,227,800	101,600
All other	<u>988,500</u>	<u>5,525,600</u>	<u>2,853,100</u>	<u>1,684,000</u>
<b>Subtotal non-appropriated</b>	<b>\$212,427,200</b>	<b>\$139,448,700</b>	<b>\$138,074,200</b>	<b>\$14,575,200</b>
<b>Grand Total all Funds</b>	<b>\$336,371,700</b>	<b>\$244,433,400</b>	<b>\$229,159,900</b>	<b>\$33,633,900</b>
<b>3. Uses of Funds</b>				
Instruction	\$82,655,800	\$74,010,800	\$65,803,300	\$12,990,100
Research	67,251,200	8,866,700	21,526,400	375,700
Public Service	8,401,800	7,775,200	4,258,200	1,187,400
Academic Support	13,673,300	19,848,700	9,806,500	2,166,000
Libraries	7,303,200	6,422,100	4,671,200	1,069,700
Student Services	9,111,600	7,131,600	7,133,100	2,334,400
Institutional Support	29,492,600	14,056,500	14,464,200	3,322,000
Physical Plant	19,952,400	11,876,700	12,041,200	2,682,900
Scholarships & Fellowships	49,988,900	42,907,200	68,144,700	3,366,700
Intercollegiate athletics & other auxiliary enterprises	<u>48,172,800</u>	<u>50,089,500</u>	<u>21,777,000</u>	<u>3,983,000</u>
	<b>\$336,003,600</b>	<b>\$242,985,000</b>	<b>\$229,625,800</b>	<b>\$33,477,900</b>

***Cost to Attend Idaho's Higher Education System***



Student fees in Idaho have increased an average of 9.0% in each of the last ten years. In FY 2004, Idaho student fees were 90% of the WICHE\* state average. The least expensive WICHE state is Wyoming at 70% of the average, and the highest is Washington at 131% of the WICHE average.

<u>Full-Time Student Fees</u>	<u>FY 1995</u>	<u>FY 2005</u>	<u>Annual %Chg</u>	<u>Total %Chg</u>
<b>Resident Fees</b>				
Boise State University	\$ 1,580	\$ 3,520	8.3%	122.8%
Idaho State University	\$ 1,500	\$ 3,700	9.4%	146.7%
University of Idaho	\$ 1,548	\$ 3,633	8.9%	134.7%
Lewis-Clark State College	\$ 1,412	\$ 3,392	9.2%	140.2%
<b>Idaho Average</b>	<b>\$ 1,510</b>	<b>\$ 3,561</b>	<b>9.0%</b>	<b>135.8%</b>
<b>Non-Resident Tuition Only (Non-Residents pay Fees plus Tuition)</b>				
Boise State University	\$ 4,186	\$ 7,056	5.4%	68.6%
Idaho State University	\$ 4,500	\$ 7,080	4.6%	57.3%
University of Idaho	\$ 4,414	\$ 8,171	6.4%	85.1%
Lewis-Clark State College	\$ 3,708	\$ 6,286	5.4%	69.5%
<b>Idaho Average</b>	<b>\$ 4,202</b>	<b>\$ 7,148</b>	<b>5.5%</b>	<b>70.1%</b>

\*The 15 member states of the Western Interstate Commission on Higher Education include Alaska, Arizona, California, Colorado, Hawaii, Idaho, Montana, Nevada, New Mexico, North Dakota, Oregon, South Dakota, Utah, Washington and Wyoming.

# College and Universities

Analyst: Youtz

## Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
<b>FY 2005 Original Appropriation</b>	<b>3,631.55</b>	<b>223,366,200</b>	<b>341,294,500</b>	<b>3,631.55</b>	<b>223,366,200</b>	<b>341,294,500</b>
Reappropriations	0.00	51,800	37,110,400	0.00	51,800	37,110,400
HB 805 One-time 1% Salary Increase	0.00	1,689,800	2,282,100	0.00	1,689,800	2,282,100
1. Occupancy Costs	7.75	1,649,100	1,649,100	7.25	993,100	993,100
Governor's Rescission	0.00	0	0	0.00	(652,000)	(652,000)
Other Approp Adjustments	0.00	0	0	0.00	0	0
<b>FY 2005 Total Appropriation</b>	<b>3,639.30</b>	<b>226,756,900</b>	<b>382,336,100</b>	<b>3,638.80</b>	<b>225,448,900</b>	<b>381,028,100</b>
Non-Cognizable Funds and Transfers	27.50	0	3,752,000	27.50	0	3,752,000
<b>FY 2005 Estimated Expenditures</b>	<b>3,666.80</b>	<b>226,756,900</b>	<b>386,088,100</b>	<b>3,666.30</b>	<b>225,448,900</b>	<b>384,780,100</b>
Removal of One-Time Expenditures	0.00	(1,741,600)	(39,392,500)	0.00	(1,741,600)	(39,392,500)
Base Adjustments	0.00	0	0	0.00	652,000	652,000
<b>FY 2006 Base</b>	<b>3,666.80</b>	<b>225,015,300</b>	<b>346,695,600</b>	<b>3,666.30</b>	<b>224,359,300</b>	<b>346,039,600</b>
Benefit Costs	0.00	2,007,700	2,745,000	0.00	1,554,000	2,124,700
Inflationary Adjustments	0.00	283,800	839,800	0.00	0	0
Non-standard Adjustments	32.63	4,768,900	5,232,400	12.00	4,176,500	4,640,000
Change in Employee Compensation	0.00	1,712,000	2,376,400	0.00	1,712,000	2,376,400
27th Payroll	0.00	3,173,000	4,247,900	0.00	3,173,000	4,247,900
Fund Shifts	0.00	4,951,700	0	0.00	2,773,500	(1,455,600)
<b>FY 2006 Program Maintenance</b>	<b>3,699.43</b>	<b>241,912,400</b>	<b>362,137,100</b>	<b>3,678.30</b>	<b>237,748,300</b>	<b>357,973,000</b>
1. Unfunded Enrollment Workload Adj.	5.00	1,037,800	1,037,800	0.00	0	0
2. Funding Equity	15.00	2,184,000	2,184,000	0.00	0	0
Lump Sum or Other Adjustments	0.00	0	0	0.00	0	0
<b>FY 2006 Total</b>	<b>3,719.43</b>	<b>245,134,200</b>	<b>365,358,900</b>	<b>3,678.30</b>	<b>237,748,300</b>	<b>357,973,000</b>
Change from Original Appropriation	87.88	21,768,000	24,064,400	46.75	14,382,100	16,678,500
% Change from Original Appropriation		9.7%	7.1%		6.4%	4.9%

# College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>FY 2005 Original Appropriation</b>					
	3,631.55	223,366,200	117,928,300	0	341,294,500

## Reappropriations

Reappropriation authority, also known as carryover, allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. These moneys are one-time expenditures only, and are removed from the base each year. Carry over requires specific legislative authorization and must be approved every year.

The four institutions are carrying over a total of \$37.1 million from FY 2004 into the current fiscal year. This money consists almost entirely of student fees, with a small amount of General Funds and endowment funds. These funds are earmarked for a variety of one-time uses including capital projects, technology replacement, instructional and support equipment, faculty research projects, property acquisition and general institutional reserves.

Agency Request	0.00	51,800	37,058,600	0	37,110,400
Governor's Recommendation	0.00	51,800	37,058,600	0	37,110,400

## HB 805 One-time 1% Salary Increase

Agency Request	0.00	1,689,800	592,300	0	2,282,100
Governor's Recommendation	0.00	1,689,800	592,300	0	2,282,100

## 1. Occupancy Costs

The Office of the State Board is requesting a supplemental for \$1,649,100 in General Funds to cover those costs associated with occupying new buildings on campus. These costs include maintenance, custodial and utility expenses. The 7.75 FTP's represent custodial staff and include \$302,900 in personnel costs. The balance, \$1,346,200 is all for operating expenses.

For the period January through June, BSU is requesting \$185,500 to occupy the first academic building on their West Campus, ISU is requesting \$489,000 for its new Performing Arts Center, and LCSC is requesting \$157,100 to occupy the Campus Activity Center. The U of I is requesting \$764,500 for full year funding for four facilities; the Alumni Residence Center, the UI Research Park, the Vandal Athletic Center, and the Living & Learning Center; and partial year funding for the Water Center (eight months) and the Teaching & Learning Center (two months). There is also a request for FY 2006 to annualize this supplemental for a full year (an additional \$1,259,300).

Agency Request	7.75	1,649,100	0	0	1,649,100
----------------	------	-----------	---	---	-----------

*The Governor is recommending a supplemental for FY 2005 to cover the unfunded occupancy costs for the Idaho State University Performing Arts Center (\$489,100) and for the University of Idaho Water Center (\$504,000). Other bonded and prior year projects are not recommended.*

Governor's Recommendation	7.25	993,100	0	0	993,100
---------------------------	------	---------	---	---	---------

## Governor's Rescission

Agency Request	0.00	0	0	0	0
----------------	------	---	---	---	---

*The Governor recommends removal of risk management funding in excess of needs calculated by the Department of Administration.*

Governor's Recommendation	0.00	(652,000)	0	0	(652,000)
---------------------------	------	-----------	---	---	-----------

## Other Approp Adjustments

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

# College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>FY 2005 Total Appropriation</b>					
Agency Request	3,639.30	226,756,900	155,579,200	0	382,336,100
<i>Governor's Recommendation</i>	<i>3,638.80</i>	<i>225,448,900</i>	<i>155,579,200</i>	<i>0</i>	<i>381,028,100</i>
<b>Non-Cognizable Funds and Transfers</b>					
Agency Request	27.50	0	3,752,000	0	3,752,000
<i>Governor's Recommendation</i>	<i>27.50</i>	<i>0</i>	<i>3,752,000</i>	<i>0</i>	<i>3,752,000</i>
<b>FY 2005 Estimated Expenditures</b>					
Agency Request	3,666.80	226,756,900	159,331,200	0	386,088,100
<i>Governor's Recommendation</i>	<i>3,666.30</i>	<i>225,448,900</i>	<i>159,331,200</i>	<i>0</i>	<i>384,780,100</i>
<b>Removal of One-Time Expenditures</b>					
Reflects removal of one-time expenditures for carryover authority and the one-time CEC increase (HB805).					
Agency Request	0.00	(1,741,600)	(37,650,900)	0	(39,392,500)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,741,600)</i>	<i>(37,650,900)</i>	<i>0</i>	<i>(39,392,500)</i>
<b>Base Adjustments</b>					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>652,000</i>	<i>0</i>	<i>0</i>	<i>652,000</i>
<b>FY 2006 Base</b>					
Agency Request	3,666.80	225,015,300	121,680,300	0	346,695,600
<i>Governor's Recommendation</i>	<i>3,666.30</i>	<i>224,359,300</i>	<i>121,680,300</i>	<i>0</i>	<i>346,039,600</i>
<b>Benefit Costs</b>					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	2,007,700	737,300	0	2,745,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,554,000</i>	<i>570,700</i>	<i>0</i>	<i>2,124,700</i>
<b>Inflationary Adjustments</b>					
Includes a general inflationary increase of 1.3% in operating expenditures and for library materials in capital outlay.					
Agency Request	0.00	283,800	556,000	0	839,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>



# College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
-------------------------	-----	---------	-----------	---------	-------

## Non-standard Adjustments

STATEWIDE COST ALLOCATION: Includes assessments for State Controller fees and changes in risk management for property and casualty insurance premiums (net increase of \$181,900).

ENROLLMENT WORKLOAD ADJUSTMENT: This decision unit also includes a request to keep pace with enrollment growth at the four institutions. This "Enrollment Workload Adjustment" is not based on student enrollment per se, but is a calculation based on a three-year rolling average of the increase in credit hours, weighted by course level (lower division, upper division, masters, doctoral and law) and also weighted by discipline. The EWA request includes 7.0 FTP and \$2,745,800. In addition to the Enrollment Workload Adjustment, this request also includes replacement capital outlay for Library materials (\$605,200); and the cost of utility increases that have exceeded the general inflationary rate (\$440,200).

OCCUPANCY COSTS: The Office of the State Board is requesting General Funds to cover those costs associated with occupying new buildings on campus for FY 2006. This request is a companion to the supplemental appropriation request for the same purpose, and would provide the remaining full year costs for those buildings occupied for a portion of the year in FY 2005. These costs include maintenance, custodial and utility expenses. The 10.63 FTP's represent custodial staff and include \$198,300 in personnel costs. The balance, \$1,061,000 is all for operating expenses.

Included in this request is the remaining six months cost of the BSU West academic building (\$186,400), and four months cost (March through June, 2005) for the BSU Art Studio/classroom building in Capitol Village (\$61,600). ISU is requesting the remaining six months costs of the Performing Arts Center (\$490,800) and LCSC is requesting the remaining six months on the Campus Activity Center. The U of I is requesting the remaining four months for the Water Center (\$176,100), ten months for the Teaching and Learning center (\$144,500), and a full year costs for the UI Golf Course facility (\$39,600).

Agency Request	32.63	4,768,900	463,500	0	5,232,400
----------------	-------	-----------	---------	---	-----------

*The Governor's recommendation includes funding of the statewide cost allocation components, the enrollment workload adjustment and the library and utility increases. For occupancy costs, the Governor is recommending only the ISU Performing Arts Center (\$490,800) and the UI Water Center (\$176,100).*

Governor's Recommendation	12.00	4,176,500	463,500	0	4,640,000
---------------------------	-------	-----------	---------	---	-----------

## Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	1,712,000	664,400	0	2,376,400
----------------	------	-----------	---------	---	-----------

Governor's Recommendation	0.00	1,712,000	664,400	0	2,376,400
---------------------------	------	-----------	---------	---	-----------

## 27th Payroll

Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.

Agency Request	0.00	3,173,000	1,074,900	0	4,247,900
----------------	------	-----------	-----------	---	-----------

Governor's Recommendation	0.00	3,173,000	1,074,900	0	4,247,900
---------------------------	------	-----------	-----------	---	-----------

# College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
-------------------------	-----	---------	-----------	---------	-------

## Fund Shifts

1. INFLATIONARY INCREASES: \$3,496,100 in General Funds are requested to replace all of the student fees and endowment funds associated with funding an MCO inflationary budget. Effectively, this request would fund all benefit increases, salary increases, replacement capital outlay and operating expense increases with General Funds rather than student fees and endowments.

2. ENDOWMENT FUND LOSSES: The pooled endowments distributed to the four institutions have been reduced approximately \$2.0 to \$3.0 million each of the last five years, from a high of \$21.9 million in FY 2002 to the current estimate of \$12.7 million for FY 2006. This request would replace \$1,455,600 in endowment reductions, essentially the amount reduced from FY 2005 to FY 2006.

Agency Request	0.00	4,951,700	(4,951,700)	0	0
----------------	------	-----------	-------------	---	---

*The Governor's recommendation includes replacing the student fees and endowment funds associated with inflationary and maintenance costs, but does not recommend replacing the endowment fund losses resulting from reduced payouts.*

Governor's Recommendation	0.00	2,773,500	(4,229,100)	0	(1,455,600)
---------------------------	------	-----------	-------------	---	-------------

## FY 2006 Program Maintenance

Agency Request	3,699.43	241,912,400	120,224,700	0	362,137,100
Governor's Recommendation	3,678.30	237,748,300	120,224,700	0	357,973,000

## 1. Unfunded Enrollment Workload Adj.

The four institutions are requesting funds to restore Enrollment Workload Adjustments which were not funded, or were only partially funded in the three previous fiscal year appropriations. Each year there is a request to keep pace with enrollment growth at the four institutions which is a calculation based on a three-year rolling average of the increase in credit hours, weighted by course level (lower division, upper division, masters, doctoral and law) and also weighted by discipline. No additional General Funds were approved for the EWA in FY 2003 (\$1,682,100); approximately half of the EWA was funded in FY 2004 (with \$827,200 unfunded); and no additional funding was provided in FY 2005 (\$2,679,800). The 3-year total for the unfunded Enrollment Workload Adjustment is \$5,189,100. However, the State Board of Education is requesting only 20% of this total, with a goal of restoring the total amount over a five year period.

Agency Request	5.00	1,037,800	0	0	1,037,800
Governor's Recommendation	0.00	0	0	0	0

## 2. Funding Equity

In 2001, the Legislature prompted the State Board of Education to examine equity of state funding among Idaho's four-year institutions of higher education. A private consulting firm hired by the Board concluded, among other things, that state funds for similar students in similar programs were not distributed equitably between the four schools. The Board adopted those findings in January, 2002 and rather than attempt to redistribute existing resources, is seeking \$7,920,000 in additional funds for "Base Instructional Equity", of which BSU would receive 57% and ISU 43%. Additionally, the Board is seeking \$3,000,000 for a "Science and Technology Growth Adjustment" of which the U of I would receive 77%, ISU 11%, BSU 10% and LCSC 3%. This total funding equity package, therefore, equals \$10,920,000. However, the State Board of Education is requesting only 20% of this total, with a goal of restoring the total amount over a five year period.

Agency Request	15.00	2,184,000	0	0	2,184,000
Governor's Recommendation	0.00	0	0	0	0

## Lump Sum or Other Adjustments

Reflects the State Board of Education request for a lump sum budget.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

# College and Universities

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>FY 2006 Total</b>					
Agency Request	3,719.43	245,134,200	120,224,700	0	365,358,900
<i>Governor's Recommendation</i>	<i>3,678.30</i>	<i>237,748,300</i>	<i>120,224,700</i>	<i>0</i>	<i>357,973,000</i>
Agency Request					
Change from Original App	87.88	21,768,000	2,296,400	0	24,064,400
% Change from Original App	2.4%	9.7%	1.9%		7.1%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>46.75</i>	<i>14,382,100</i>	<i>2,296,400</i>	<i>0</i>	<i>16,678,500</i>
<i>% Change from Original App</i>	<i>1.3%</i>	<i>6.4%</i>	<i>1.9%</i>		<i>4.9%</i>